

## Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 005472

64

ORIGIN OPIC-06

INFO OCT-01 NEA-09 ISO-00 EB-07 /023 R

66610

DRAFTED BY: OPIC/D:RPOATS

APPROVED BY: EB/IFD/OIA:RJSMITH

NEA/AFN:MWILEY

OPIC/ID:CMIDDLETON (INFO)

EB/IFD/OIA:DHSTEBBING

----- 111319

R 092213Z JAN 75

FM SECSTATE WASHDC

TO AMEMBASSY ALGIERS

LIMITED OFFICIAL USE STATE 005472

E.O. 11652: N/A

TAGS: EFIN, EINV, AG

SUBJ: CONSIDERATION OF OPIC PROGRAM IN ALGERIA

1. PURSUANT TO CONSULTATION WITH AMBASSADOR PARKER IN WASHINGTON, OPIC REQUESTS EMBASSY'S ASSESSMENT OF FEASIBILITY, POTENTIAL SCOPE FOR, AND UTILITY OF INITIATING OPIC PROGRAM IN ALGERIA. ASSESSMENT SHOULD INCLUDE (A) SCOPE, IF ANY, FOR U.S. PRIVATE EQUITY INVESTMENT, WHETHER MINORITY OR MAJORITY, IN DESIGNATED SECTORS OF ALGERIAN ECONOMY; (B) GOA ATTITUDE TOWARD QUASI-EQUITY INVESTMENT BY U.S. COMPANIES IN FORM OF CONTRACTURAL JOINT VENTURES OF YUGOSLAV TYPE OR OF PRODUCTION-SHARING TYPE USED IN INDONESIAN OIL INDUSTRY; (C) GOA ATTITUDE TOWARD U.S. PRIVATE PARTICIPATION THROUGH LONG-TERM TECHNOLOGY LICENSING FOR EITHER FIXED OR VARIABLE FEE; (D) GOA ATTITUDE AND PRACTICE REGARDING PROVISION FOR INTERNATIONAL ARBITRATION OF DISPUTES IN CONSTRUCTION (INCLUDING TURN-KEY) AND OTHER TECHNICAL SERVICE CONTRACTS WITH FOREIGN FIRMS; (E) FEASIBILITY OF CONCLUDING INVESTMENT GUARANTY BILATERAL AGREEMENT OF STANDARD FORM, COPY OF WHICH FURNISHED TO AMBASSADOR PRIOR TO DEPARTURE FOR POST.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 005472

2. OPIC ASSUMES THAT PRIMARY UTILITY OF OPIC INSURANCE PROGRAM

IN ALGERIA SOULD BE IN ASSURING PROTECTION TO U.S. CONSTRUCTION  
AND OTHER TECHNICAL SERVICE CONTRACTORS AGAINST POLITICAL RISKS,  
THEREBY ATTRACTING BROADER U.S. PARTICIPATION IN BIDDING OR  
NEGOTIATION FOR AWARDS AND ENABLING U.S. FIRMS TO QUOTE MORE  
COMPETITIVE PRICES BY OMITTING CONTINGENCY AMOUNT FOR POLITICAL  
RISKS.

3. REQUEST EMBASSY'S ASSESSMENT AND RECOMMENDATION, INCLUDING  
INDICATION OF PROPOSED TIMING OF APPROACH TO GOA.

DECON 6-30-75. KISSINGER

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** SURVEYS, ESTABLISHMENT OF OFFICES, PROGRAMS (PROJECTS), FINANCIAL COOPERATIVES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 09 JAN 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** MorefiRH  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975STATE005472  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** OPIC/D:RPOATS  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D750009-1113  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1975/newtext/t19750164/aaaacepj.tel  
**Line Count:** 72  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN OPIC  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** MorefiRH  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 29 JUL 2003  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <29 JUL 2003 by ShawDG>; APPROVED <11 SEP 2003 by MorefiRH>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
05 JUL 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** CONSIDERATION OF OPIC PROGRAM IN ALGERIA  
**TAGS:** EFIN, EINV, AG, OPIC  
**To:** ALGIERS  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006